



# **HaiNan Pearl River Holdings Co., Ltd.**

## **Report for the First Quarter of 2015**

**April 2015**

## **Section I. Important Reminders**

**The Board of Directors, the Supervisory Committee, directors, supervisors and senior management staff of HaiNan Pearl River Holdings Co., Ltd. (hereinafter referred to as “the Company”) warrant that the information carried in this report is factual, accurate and complete, without any false record, misleading statement or material omission. And they shall be jointly and severally liable for that.**

**All directors have attended the board session for reviewing this report.**

**The net assets attributed to the shareholders of the listed company at the period-end were RMB -39,622,390.20, so the investors should pay attention to the investment risks.**

**Zheng Qing, company principal, and Yang Daoliang, chief of the accounting work and chief of the accounting organ (chief of accounting), hereby confirm that the Financial Report enclosed in this report is factual, accurate and complete.**

**This report is prepared in both Chinese and English. Should there be any discrepancy between the two versions, the Chinese version shall prevail.**

## Section II. Financial Highlights & Changes in Shareholders

### I. Main accounting data and financial indicators

Does the Company adjust retrospectively or restate accounting data of previous years due to change of the accounting policy or correction of any accounting error?

☐ Yes ☒ No

	Jan.-Mar. 2015	Jan.-Mar. 2014	+/- (%)
Operating revenues (RMB Yuan)	78,326,856.68	75,218,398.46	4.13%
Net profit attributable to shareholders of the Company (RMB Yuan)	69,940,735.03	-35,538,513.44	296.80%
Net profit attributable to shareholders of the Company after extraordinary gains and losses (RMB Yuan)	-55,022,579.89	-35,502,994.82	-54.98%
Net cash flows from operating activities (RMB Yuan)	-48,534,275.41	-95,995,336.71	49.44%
Basic EPS (RMB Yuan/share)	0.16	-0.08	300.00%
Diluted EPS (RMB Yuan/share)	0.16	-0.08	300.00%
Weighted average ROE (%)	0.00%	-37.83%	
	31 Mar. 2015	31 Dec. 2014	+/- (%)
Total assets (RMB Yuan)	1,538,255,896.70	1,645,436,644.78	-6.51%
Net assets attributable to shareholders of the Company (RMB Yuan)	-39,622,390.20	15,564,470.40	-354.57%

Items and amounts of extraordinary gains and losses

☒ Applicable ☐ Inapplicable

Unit: RMB Yuan

Item	Jan.-Mar. 2015	Explanation
Gains/losses on the disposal of non-current assets (including the offset part of the asset impairment provisions)	6.53	
Capital occupation charges on non-financial enterprises that are recorded into current gains and losses	312,652.80	
Gains and losses on change in fair value from tradable financial assets and tradable financial liabilities, as well as investment income from disposal of tradable financial assets and tradable financial liabilities and financial assets available for sales except for effective hedging related with normal businesses of the Company	124,342,755.05	Disposed the relevant revenues acquired from the Southwest Securities stock
Non-operating income and expense other than the above	306,332.10	

Less: Income tax effects	-1,348.37	
Minority interests effects (after tax)	-220.07	
Total	124,963,314.92	--

Explain the reasons if the Company classifies an item as an extraordinary gain/loss according to the definition in the Explanatory Announcement No. 1 on Information Disclosure for Companies Offering Their Securities to the Public—Extraordinary Gains and Losses, or classifies any extraordinary gain/loss item mentioned in the said explanatory announcement as a recurrent gain/loss item

☐ Applicable ☒ Inapplicable

No such cases in the reporting period.

## II. Total number of shareholders at the period-end and shareholdings of top 10 shareholders

### 1. Total number of common shareholders at the period-end and shareholdings of top 10 common shareholders

Unit: share

Total number of common shareholders at the period-end		31,569				
Shareholdings of top 10 common shareholders						
Name of shareholder	Nature of shareholder	Shareholding percentage (%)	Number of shares held	Number of restricted shares held	Pledged or frozen shares	
					Status of shares	Number of shares
Beijing Wanfa Real Estate Development Co., Ltd.	State-owned corporation	26.36%	112,479,478			
LI LEON ZHAN WEI	Foreign individual	2.19%	9,328,838			
YAO XIU GUANG	Foreign individual	2.05%	8,752,029			
Zhang Ruofan	Domestic individual	0.48%	2,037,600			
Chen Shiping	Domestic individual	0.47%	2,000,179			
Zhang Xiaoxia	Domestic individual	0.46%	1,949,250			
Hu Zhengxiu	Domestic individual	0.43%	1,845,400			
Wang Jianjun	Domestic individual	0.43%	1,813,900			

Yao Liyuan	Foreign individual	0.40%	1,724,037			
Chen Mingwei	Domestic individual	0.39%	1,681,659			
Shareholdings of top 10 non-restricted common shareholders						
Name of shareholder	Number of non-restricted common shares held			Variety of shares		
				Variety	Number	
Beijing Wanfa Real Estate Development Co., Ltd.	112,479,478			RMB ordinary shares	112,479,478	
LI LEON ZHAN WEI	9,328,838			Domestically listed foreign shares	9,328,838	
YAO XIU GUANG	8,752,029			Domestically listed foreign shares	8,752,029	
Zhang Ruofan	2,037,600			RMB ordinary shares	2,037,600	
Chen Shiping	2,000,179			RMB ordinary shares	2,000,179	
Zhang Xiaoxia	1,949,250			Domestically listed foreign shares	1,949,250	
Hu Zhengxiu	1,845,400			RMB ordinary shares	1,845,400	
Wang Jianjun	1,813,900			Other	1,813,900	
Yao Liyuan	1,724,037			Domestically listed foreign shares	1,724,037	
Chen Mingwei	1,681,659			Domestically listed foreign shares	1,681,659	
Explanation on associated relationship or persons acting in concert among the above-mentioned shareholders	Among shareholders above, there exists no related-party relationship between the principal shareholder and other shareholders of the Company. Nor they are parties with concerted action as prescribed in the Information Disclosure Administrative Methods for Changes in Shareholding of Shareholders of Listed Companies. And it is unknown whether there is related-party relationship among other shareholders and whether they are prescribed parties with concerted action.					
Top 10 common shareholders taking part in securities margin	The shareholder, Wang Jianjun held 1,813,900 shares of the Company through the customer credit collateral securities trading account of Nanjing Securities Co., Ltd.					

trading (if any)	
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Did any of the top 10 common shareholders or the top 10 non-restricted common shareholders of the Company conduct any promissory repo during the reporting period?

☐ Yea ☒ No

No such cases in the reporting period.

## 2. Total number of preferred shareholders at the period-end and shareholdings of top 10 preferred shareholders

☐ Applicable ☒ Inapplicable

## Section III. Significant Events

### I. Significant changes in the major accounting statement items and financial indicators for the reporting period, as well as the reasons for these changes

☒ Applicable ☐ Inapplicable

Item	31 Mar. 2015	31 Dec. 2014	+/-%	Reasons for the change
Monetary funds	136,951,582.15	97,404,192.62	40.60%	A subsidiary secured more cash borrowings.
Accounts receivable	17,916,635.34	12,378,292.44	44.74%	The hotel subsidiary's revenues increased.
Other current assets	3,000,000.00	0.00	100.00%	Subsidiaries acquired bank wealth management products.
Available-for-sale financial assets	11,411,309.90	184,158,809.90	-93.80%	Shareholdings in Southwest Securities were disposed.
Accounts payable	23,730,869.61	58,578,620.48	-59.49%	Subsidiary Hubei Pearl River paid for construction.
Taxes and fares payable	9,146,450.90	4,603,277.48	98.69%	The tax and fare provision was made for the disposal of shareholdings in Southwest Securities.
Long-term borrowings	505,536,865.85	327,303,532.52	54.46%	Subsidiary Hubei Pearl River secured more borrowings.
Deferred income tax liabilities	674,902.10	23,187,756.33	-97.09%	The relevant deferred income tax liability carried over to an investment gain due to the disposal of shareholdings in Southwest Securities.
Other comprehensive gains	0.00	125,127,595.63	-100.00%	The relevant other comprehensive gain carried over to an investment gain due to the disposal of shareholdings in Southwest Securities.
Minority interests	1,875,832.65	3,490,581.24	-46.26%	Deficits of subsidiaries

Item	Jan.-Mar. 2015	Jan.-Mar. 2014	+/-%	Reasons for the change
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Financial expenses	33,736,503.64	25,549,141.58	32.05%	The financing costs increased.
Investment gains	124,156,283.22	-215,469.56	57721.26%	Shareholdings in Southwest Securities were disposed.
Income tax expenses	15,230,829.05		100.00%	The current period recorded profits and the deductible loss deferred income tax asset recognized last year was reversed.
Other comprehensive gains	-125,127,595.63	-9,067,500.00	-1279.96%	The relevant other comprehensive gain carried over to an investment gain due to the disposal of shareholdings in Southwest Securities.
Net cash flows from operating activities	-48,534,275.41	-95,995,336.71	49.44%	Subsidiary Hubei Pearl River decreased its investment in the “Meilin Qingcheng Phase III Project”.
Net cash flows from investing activities	125,505,176.42	-18,636,529.55	773.44%	Disinvestment in Southwest Securities
Net cash flows from financing activities	-37,423,511.48	163,292,202.00	-122.92%	Borrowing repayments increased.

## II. Progress of significant events and analysis & explanations on their influence and solutions

☐ Applicable ☒ Inapplicable

## III. Commitments made by the Company or any shareholder with a shareholding over 5% in the reporting period or such commitments made in previous period and carried down into the reporting period

☐ Applicable ☒ Inapplicable

No such cases in the reporting period.

## IV. Predict the operating results of Jan.-Jun. 2015

Warning of possible loss or considerable YoY change of the accumulated net profit made during the period-begin to the end of the next reporting period according to prediction, as well as explanations on the reasons:

☐ Applicable ☒ Inapplicable

## V. Securities investments

☐ Applicable ☒ Inapplicable

No such cases in the reporting period.

## VI. Shareholdings in other listed companies

☐ Applicable ☒ Inapplicable

No such cases in the reporting period.

## VII. Investments in derivatives

☐ Applicable ☒ Inapplicable

No such cases in the reporting period.

## VIII. Researches, visits and interviews received in the reporting period

☒ Applicable ☐ Inapplicable

Time of reception	Place of reception	Way of reception	Visitor type	Visitor	Main discussion and materials provided by the Company
7 Jan. 2015	Department of Securities	By phone	Individual	Individual investor	Whether continue to reduce its stock hold of Southwest Securities, had replied.
13 Jan. 2015	Department of Securities	By phone	Individual	Individual investor	Known about he Company's performance prediction, had replied
15 Mar. 2015	Department of Securities	By phone	Individual	Individual investor	Published time of the Company's annual report, had replied.
20 Mar. 2015	Department of Securities	By phone	Individual	Individual investor	Business situation of the controlling shareholder
25 Mar. 2015	Department of Securities	By phone	Individual	Individual investor	Known about the number of shareholders, the Company had provided



## Section IV. Financial Statements

### I. Financial statements

#### 1. Consolidated balance sheet

Prepared by HaiNan Pearl River Holdings Co., Ltd.

Unit: RMB Yuan

Item	Closing balance	Opening balance
Current Assets:		
Monetary funds	136,951,582.15	97,404,192.62
Settlement reserves		
Intra-group lendings		
Financial assets measured at fair value of which changes are recorded in current profits and losses		
Derivative financial assets		
Notes receivable		
Accounts receivable	17,916,635.34	12,378,292.44
Accounts paid in advance	116,668,597.23	128,625,359.78
Premiums receivable		
Reinsurance premiums receivable		
Receivable reinsurance contract reserves		
Interest receivable		
Dividend receivable	260,015.00	260,015.00
Other accounts receivable	250,521,722.27	238,352,004.55
Financial assets purchased under agreements to resell		
Inventories	407,348,059.84	386,635,994.05
Assets held for sale		
Non-current assets due within 1 year		
Other current assets	3,000,000.00	
Total current assets	932,666,611.83	863,655,858.44

Non-current assets:		
Loans by mandate and advances granted		
Available-for-sale financial assets	11,411,309.90	184,158,809.90
Held-to-maturity investments		
Long-term accounts receivable		
Long-term equity investment	35,775,282.80	35,961,754.63
Investing real estate	21,947,123.28	22,228,615.23
Fixed assets	433,744,538.98	436,892,954.81
Construction in progress	58,666,545.33	57,013,898.46
Engineering materials	393,706.60	393,706.60
Disposal of fixed assets		
Production biological assets		
Oil-gas assets		
Intangible assets	30,377,003.34	30,660,800.67
R&D expense		
Goodwill		
Long-term deferred expenses	11,691,934.64	12,888,406.04
Deferred income tax assets		
Other non-current assets	1,581,840.00	1,581,840.00
Total of non-current assets	605,589,284.87	781,780,786.34
Total assets	1,538,255,896.70	1,645,436,644.78
Current liabilities:		
Short-term borrowings	19,000,000.00	19,000,000.00
Borrowings from Central Bank		
Customer bank deposits and due to banks and other financial institutions		
Intra-group borrowings		
Financial liabilities measured at fair value of which changes are recorded in current profits and losses		
Derivative financial liabilities		
Notes payable		
Accounts payable	23,730,869.61	58,578,620.48
Accounts received in advance	22,803,378.42	28,572,757.37

Financial assets sold for repurchase		
Handling charges and commissions payable		
Payroll payable	9,851,794.65	9,689,999.71
Tax payable	9,146,450.90	4,603,277.48
Interest payable	143,777,001.79	122,400,850.73
Dividend payable	3,213,302.88	3,213,302.88
Other accounts payable	588,795,914.49	780,359,522.08
Reinsurance premiums payable		
Insurance contract reserves		
Payables for acting trading of securities		
Payables for acting underwriting of securities		
Liabilities held for sale		
Non-current liabilities due within 1 year	249,471,973.56	249,471,973.56
Other current liabilities		
Total current liabilities	1,069,790,686.30	1,275,890,304.29
Non-current liabilities:		
Long-term borrowings	505,536,865.85	327,303,532.52
Bonds payable		
Of which: preferred shares		
Perpetual bonds		
Long-term payables		
Long-term payroll payables		
Specific payables		
Estimated liabilities		
Deferred income		
Deferred income tax liabilities	674,902.10	23,187,756.33
Other non-current liabilities		
Total non-current liabilities	506,211,767.95	350,491,288.85
Total liabilities	1,576,002,454.25	1,626,381,593.14
Owners' equity:		
Share capital	426,745,404.00	426,745,404.00

Other equity instruments		
Of which: preferred shares		
Perpetual bonds		
Capital reserves	334,690,837.45	334,690,837.45
Less: Treasury stock		
Other comprehensive income		125,127,595.63
Specific reserves		
Surplus reserves	109,487,064.39	109,487,064.39
Provisions for general risks		
Retained profits	-910,545,696.04	-980,486,431.07
Total equity attributable to owners of the Company	-39,622,390.20	15,564,470.40
Minority interests	1,875,832.65	3,490,581.24
Total owners' equity	-37,746,557.55	19,055,051.64
Total liabilities and owners' equity	1,538,255,896.70	1,645,436,644.78

Legal representative: Zheng Qing

Chief of the accounting work: Yang Daoliang

Chief of the accounting organ: Yang Daoliang

## 2. Balance sheet of the Company

Unit: RMB Yuan

Item	Closing balance	Opening balance
Current Assets:		
Monetary funds	2,262,411.48	2,034,649.76
Financial assets measured at fair value of which changes are recorded in current profits and losses		
Derivative financial assets		
Notes receivable		
Accounts receivable	3,673,046.43	3,435,478.16
Accounts paid in advance	50,240,000.00	50,240,000.00
Interest receivable		
Dividend receivable	260,015.00	260,015.00
Other accounts receivable	791,307,830.13	818,584,850.46
Inventories	4,824,035.45	4,824,035.45

Assets held for sale		
Non-current assets due within 1 year		
Other current assets		
Total current assets	852,567,338.49	879,379,028.83
Non-current assets:		
Available-for-sale financial assets	11,411,309.90	184,158,809.90
Held-to-maturity investments		
Long-term accounts receivable		
Long-term equity investment	293,834,415.19	293,884,905.62
Investing real estate	6,912,931.58	6,988,540.73
Fixed assets	14,307,366.23	14,623,874.13
Construction in progress		
Engineering materials		
Disposal of fixed assets		
Production biological assets		
Oil-gas assets		
Intangible assets	1,445,797.41	1,457,713.32
R&D expense		
Goodwill		
Long-term deferred expenses	816,423.92	855,107.00
Deferred income tax assets		
Other non-current assets		
Total of non-current assets	328,728,244.23	501,968,950.70
Total assets	1,181,295,582.72	1,381,347,979.53
Current liabilities:		
Short-term borrowings		
Financial liabilities measured at fair value of which changes are recorded in current profits and losses		
Derivative financial liabilities		
Notes payable		
Accounts payable	2,482,949.70	2,482,949.70
Accounts received in advance	33,456.80	98,945.30
Payroll payable	471,121.39	674,051.54

Tax payable	8,254,431.35	2,995,939.00
Interest payable	82,838,423.68	75,566,328.92
Dividend payable	3,213,302.88	3,213,302.88
Other accounts payable	396,246,775.20	576,422,782.11
Liabilities held for sale		
Non-current liabilities due within 1 year	196,805,306.92	196,805,306.92
Other current liabilities		
Total current liabilities	690,345,767.92	858,259,606.37
Non-current liabilities:		
Long-term borrowings	164,453,532.50	130,303,532.50
Bonds payable		
Of which: preferred shares		
Perpetual bonds		
Long-term payables		
Long-term payroll payables		
Specific payables		
Estimated liabilities		
Deferred income		
Deferred income tax liabilities		22,512,854.23
Other non-current liabilities		
Total non-current liabilities	164,453,532.50	152,816,386.73
Total liabilities	854,799,300.42	1,011,075,993.10
Owners' equity:		
Share capital	426,745,404.00	426,745,404.00
Other equity instruments		
Of which: preferred shares		
Perpetual bonds		
Capital reserves	337,276,496.52	337,276,496.52
Less: Treasury stock		
Other comprehensive income		125,127,595.63
Specific reserves		
Surplus reserves	109,487,064.39	109,487,064.39
Retained profits	-547,012,682.61	-628,364,574.11

Total owners' equity	326,496,282.30	370,271,986.43
Total liabilities and owners' equity	1,181,295,582.72	1,381,347,979.53

### 3. Consolidated income statement

Unit: RMB Yuan

Item	Jan.-Mar. 2015	Jan.-Mar. 2014
I. Total operating revenues	78,326,856.68	75,218,398.46
Including: Sales income	78,326,856.68	75,218,398.46
Interest income		
Premium income		
Handling charge and commission income		
II. Total operating costs	119,232,663.04	111,890,551.33
Including: Cost of sales	53,409,013.11	51,153,821.56
Interest expenses		
Handling charge and commission expenses		
Surrenders		
Net claims paid		
Net amount withdrawn for the insurance contract reserve		
Expenditure on policy dividends		
Reinsurance premium		
Taxes and associate charges	4,305,562.82	4,078,574.55
Selling and distribution expenses	1,500,474.19	1,579,375.39
Administrative expenses	26,076,008.37	29,092,058.28
Financial expenses	33,736,503.64	25,549,141.58
Asset impairment loss	205,100.91	437,579.97
Add: Gain/(loss) from change in fair value ("-" means loss)		
Gain/(loss) from investment ("-" means loss)	124,156,283.22	-215,469.56
Including: share of profits in associates and joint ventures	-50,490.43	-238,856.51

Foreign exchange gains (“-” means loss)		
III. Business profit (“-” means loss)	83,250,476.86	-36,887,622.43
Add: non-operating income	475,575.46	28,749.69
Including: Gains on disposal of non-current assets	6.53	
Less: non-operating expense	169,236.83	376,494.63
Including: Losses on disposal of non-current assets		421.50
IV. Total profit (“-” means loss)	83,556,815.49	-37,235,367.37
Less: Income tax expense	15,230,829.05	
V. Net profit (“-” means loss)	68,325,986.44	-37,235,367.37
Net profit attributable to owners of the Company	69,940,735.03	-35,538,513.44
Minority shareholders’ income	-1,614,748.59	-1,696,853.93
VI. After-tax net amount of other comprehensive incomes	-125,127,595.63	-9,067,500.00
After-tax net amount of other comprehensive incomes attributable to owners of the Company	-125,127,595.63	-9,067,500.00
(I) Other comprehensive incomes that will not be reclassified into gains and losses		
1. Changes in net liabilities or assets with a defined benefit plan upon re-measurement		
2. Enjoyable shares in other comprehensive incomes in investees that cannot be reclassified into gains and losses under the equity method		
(II) Other comprehensive incomes that will be reclassified into gains and losses	-125,127,595.63	-9,067,500.00
1. Enjoyable shares in other comprehensive incomes in investees that will be reclassified into gains and losses under the equity method		
2. Gains and losses on fair value changes of available-for-sale	-125,127,595.63	-9,067,500.00



financial assets		
3. Gains and losses on reclassifying held-to-maturity investments into available-for-sale financial assets		
4. Effective hedging gains and losses on cash flows		
5. Foreign-currency financial statement translation difference		
6. Other		
After-tax net amount of other comprehensive incomes attributable to minority shareholders		
VII. Total comprehensive incomes	-56,801,609.19	-46,302,867.37
Attributable to owners of the Company	-55,186,860.60	-44,606,013.44
Attributable to minority shareholders	-1,614,748.59	-1,696,853.93
VIII. Earnings per share		
(I) Basic earnings per share	0.16	-0.08
(II) Diluted earnings per share	0.16	-0.08

Where business mergers under the same control occurred in this reporting period, the net profit achieved by the merged parties before the business mergers was RMB , with the corresponding amount for the same period of last year being RMB .

Legal representative: Zheng Qing

Chief of the accounting work: Yang Daoliang

Chief of the accounting organ: Yang Daoliang

#### 4. Income statement of the Company

Unit: RMB Yuan

Item	Jan.-Mar. 2015	Jan.-Mar. 2014
I. Total sales	256,035.63	252,422.13
Less: cost of sales	27,986,060.76	19,604,384.48
Business taxes and surcharges	10,978.01	10,775.65
Distribution expenses		
Administrative expenses	3,903,142.59	4,577,873.56
Financial costs	23,969,887.33	14,933,444.67
Impairment loss	13,154.43	-6,607.80

Add: gain/(loss) from change in fair value (“-” means loss)		
Gain/(loss) from investment (“-” means loss)	124,292,264.62	-150,048.93
Including: income from investment on associates and joint ventures	-50,490.43	-150,048.93
II. Business profit (“-” means loss)	96,562,239.49	-19,502,011.28
Add: non-operating income		
Including: Gains on disposal of non-current assets		
Less: non-operating expense	77.22	
Including: Losses on disposal of non-current assets		
III. Total profit (“-” means loss)	96,562,162.27	-19,502,011.28
Less: Income tax expense	15,210,270.77	
IV. Net profit (“-” means loss)	81,351,891.50	-19,502,011.28
V. After-tax net amount of other comprehensive incomes	-125,127,595.63	-9,067,500.00
(I) Other comprehensive incomes that will not be reclassified into gains and losses		
1. Changes in net liabilities or assets with a defined benefit plan upon re-measurement		
2. Enjoyable shares in other comprehensive incomes in investees that cannot be reclassified into gains and losses under the equity method		
(II) Other comprehensive incomes that will be reclassified into gains and losses	-125,127,595.63	-9,067,500.00
1. Enjoyable shares in other comprehensive incomes in investees that will be reclassified into gains and losses under the equity method		
2. Gains and losses on fair value changes of available-for-sale financial assets	-125,127,595.63	-9,067,500.00

3. Gains and losses on reclassifying held-to-maturity investments into available-for-sale financial assets		
4. Effective hedging gains and losses on cash flows		
5. Foreign-currency financial statement translation difference		
6. Other		
VI. Total comprehensive incomes	-43,775,704.13	-28,569,511.28
VII. Earnings per share		
(I) Basic earnings per share	0	0
(II) Diluted earnings per share	0	0

## 5. Consolidated cash flow statement

Unit: RMB Yuan

Item	Jan.-Mar. 2015	Jan.-Mar. 2014
I. Cash flows from operating activities:		
Cash received from sale of commodities and rendering of service	65,399,109.89	72,575,085.92
Net increase of deposits from customers and dues from banks		
Net increase of loans from the central bank		
Net increase of funds borrowed from other financial institutions		
Cash received from premium of original insurance contracts		
Net cash received from reinsurance business		
Net increase of deposits of policy holders and investment fund		
Net increase of disposal of financial assets measured at fair value of which changes are recorded into current gains and losses		

Cash received from interest, handling charges and commissions		
Net increase of intra-group borrowings		
Net increase of funds in repurchase business		
Tax refunds received		
Other cash received relating to operating activities	8,099,911.91	44,801,654.00
Subtotal of cash inflows from operating activities	73,499,021.80	117,376,739.92
Cash paid for goods and services	54,192,670.13	146,784,870.19
Net increase of customer lendings and advances		
Net increase of funds deposited in the central bank and amount due from banks		
Cash for paying claims of the original insurance contracts		
Cash for paying interest, handling charges and commissions		
Cash for paying policy dividends		
Cash paid to and for employees	45,894,097.60	43,109,204.98
Various taxes paid	6,982,734.31	5,675,757.16
Other cash payment relating to operating activities	14,963,795.17	17,802,244.30
Subtotal of cash outflows from operating activities	122,033,297.21	213,372,076.63
Net cash flows from operating activities	-48,534,275.41	-95,995,336.71
II. Cash flows from investing activities:		
Cash received from withdrawal of investments	139,371,794.42	6,543,871.23
Cash received from return on investments		9,515.72
Net cash received from disposal of fixed assets, intangible assets and		1,341,447.50

other long-term assets		
Net cash received from disposal of subsidiaries or other business units		
Other cash received relating to investing activities		
Subtotal of cash inflows from investing activities	139,371,794.42	7,894,834.45
Cash paid to acquire fixed assets, intangible assets and other long-term assets	2,906,618.00	2,531,364.00
Cash paid for investment	10,960,000.00	11,000,000.00
Net increase of pledged loans		
Net cash paid to acquire subsidiaries and other business units		
Other cash payments relating to investing activities		13,000,000.00
Subtotal of cash outflows from investing activities	13,866,618.00	26,531,364.00
Net cash flows from investing activities	125,505,176.42	-18,636,529.55
III. Cash Flows from Financing Activities:		
Cash received from capital contributions		10,000,000.00
Including: Cash received from minority shareholder investments by subsidiaries		10,000,000.00
Cash received from borrowings	236,350,000.00	176,200,000.00
Cash received from issuance of bonds		
Other cash received relating to financing activities		
Subtotal of cash inflows from financing activities	236,350,000.00	186,200,000.00
Repayment of borrowings	245,101,666.67	13,000,000.00
Cash paid for interest expenses and distribution of dividends or profit	21,011,716.87	4,994,798.00

Including: dividends or profit paid by subsidiaries to minority shareholders		
Other cash payments relating to financing activities	7,660,127.94	4,913,000.00
Sub-total of cash outflows from financing activities	273,773,511.48	22,907,798.00
Net cash flows from financing activities	-37,423,511.48	163,292,202.00
IV. Effect of foreign exchange rate changes on cash and cash equivalents		
V. Net increase in cash and cash equivalents	39,547,389.53	48,660,335.74
Add: Opening balance of cash and cash equivalents	97,404,192.62	62,362,242.69
VI. Closing balance of cash and cash equivalents	136,951,582.15	111,022,578.43

## 6. Cash flow statement of the Company

Unit: RMB Yuan

Item	Jan.-Mar. 2015	Jan.-Mar. 2014
I. Cash flows from operating activities:		
Cash received from sale of commodities and rendering of service	265,603.61	468,918.25
Tax refunds received		
Other cash received relating to operating activities	89,618,432.60	24,455,231.90
Subtotal of cash inflows from operating activities	89,884,036.21	24,924,150.15
Cash paid for goods and services		
Cash paid to and for employees	1,654,450.77	1,620,691.54
Various taxes paid	69,345.90	85,826.85
Other cash payment relating to operating activities	51,576,104.80	6,380,527.01
Subtotal of cash outflows from operating activities	53,299,901.47	8,087,045.40

Net cash flows from operating activities	36,584,134.74	16,837,104.75
II. Cash flows from investing activities:		
Cash received from retraction of investments	139,371,794.42	6,030,000.00
Cash received from return on investments		
Net cash received from disposal of fixed assets, intangible assets and other long-term assets		
Net cash received from disposal of subsidiaries or other business units		
Other cash received relating to investing activities		
Subtotal of cash inflows from investing activities	139,371,794.42	6,030,000.00
Cash paid to acquire fixed assets, intangible assets and other long-term assets	0.00	
Cash paid for investment	11,476,000.00	25,200,000.00
Net cash paid to acquire subsidiaries and other business units		
Other cash payments relating to investing activities		
Subtotal of cash outflows from investing activities	11,476,000.00	25,200,000.00
Net cash flows from investing activities	127,895,794.42	-19,170,000.00
III. Cash Flows from Financing Activities:		
Cash received from capital contributions		
Cash received from borrowings	58,850,000.00	10,900,000.00
Cash received from issuance of bonds		
Other cash received relating to financing activities		

Subtotal of cash inflows from financing activities	58,850,000.00	10,900,000.00
Repayment of borrowings	211,355,000.00	6,000,000.00
Cash paid for interest expenses and distribution of dividends or profit	9,087,039.50	1,986,000.00
Other cash payments relating to financing activities	2,660,127.94	1,913,000.00
Sub-total of cash outflows from financing activities	223,102,167.44	9,899,000.00
Net cash flows from financing activities	-164,252,167.44	1,001,000.00
IV. Effect of foreign exchange rate changes on cash and cash equivalents		
V. Net increase in cash and cash equivalents	227,761.72	-1,331,895.25
Add: Opening balance of cash and cash equivalents	2,034,649.76	1,650,620.37
VI. Closing balance of cash and cash equivalents	2,262,411.48	318,725.12

## II. Auditor's report

Is this report audited?

☐ Yes ☒ No

This report is not audited.